

FY 2007: Year in Review

Type of Project	Number of Applications	Proposed Capital Costs	Approved As Is	Less	Withdrawn Denied	Capital Cost Savings
Projects						
Hospitals	42	\$143,608,397	31	10	0 1	\$13,482,855
Nursing Homes	10	43,531,245	9	1	0 0	278,436
Freestanding	4	8,197,988	4	0	0 0	0
Residential Care	15	23,614,991	13	2	0 0	100,161
Cost Overruns	4	1,703,503	4	0	0 0	0
SUB-TOTAL	75	\$220,656,124	61	13	0 1	\$13,861,452
Non-App. Requests	56	26,582,768	55	0	0 1	518,125
GRAND TOTAL	131	\$247,238,892	116	13	0 2	\$14,379,577

In FY 2007, the Certificate of Need Program continued to maintain a busy pace. The volume of applications (75) was significantly higher than the 64 reviewed in FY 2006. The increase was due to a higher number of hospital applications, primarily for major medical equipment, and residential care applications. Program revenues in the form of application fees (\$296,160) once again exceeded the cost to administer the program (\$151,054).

Long-term care activity for intermediate care and skilled nursing facilities (ICF/SNF), residential care and assisted living facilities (RCF/ALF) and long-term care hospitals (LTCH) in FY 2007 continued at a steady rate. The following chart provides a breakdown of the LTC proposals processed in FY 2007:

Long Term Care Proposals Processed in FY 2007

	ICF/SNF Proposals	ICF/SNF Beds	RCF/ALF Proposals	RCF/ALF Beds	LTCH Proposals	LTCH Beds	TOTAL Proposals	TOTAL Beds
Full Applications								
- New Facility	1	120	4	138	0	0	5	258
- Expansion	3	90	2	24	0	0	5	114
Expedited Applications								
- Bed Purchase	4	90	2	32	n/a	n/a	6	122
- Bed Replacement	1	53	4	76	n/a	n/a	5	129
- Renovate/Modernize	1	246	3	146	n/a	n/a	4	392
Non-Applicability								
- 10-Bed/10%	9	62	15	44	n/a	n/a	24	106
- < \$600,000	3	0	14	213	n/a	n/a	17	213
TOTAL	22	661	44	673	0	0	66	1,334

In FY 2007, LTC proposals involving 1,334 beds were reviewed. This was a substantial reduction from the 2,327 reviewed in FY 2006. In addition, many proposals did not involve additional beds.

The six *purchase* and five *replacement* applications for ICF/SNF and RCF/ALF facilities allowed 251 beds to be moved from one location to another. The four *renovation/modernization* applications allowed an additional 392 beds to be upgraded in place. Thus, the actual number of "additional beds" reviewed in FY 2007 was 691.

Finally, all of the additional LTC beds reviewed will not be developed. Two non-applicability proposals for 32 beds were relinquished, and one for 20 beds upgraded a FY 2006 proposal from RCF to ALF. As a result, the actual number of additional LTC beds to be developed from actions taken in FY 2007 will be 639 (264 ICF/SNF, 375 RCF/ALF and 0 LTCH).